Anthem Blue Cross and Blue Shield 370 Bassett Road North Haven, Connecticut 06473-4201 Tel 203-239-4911

Anthem.

January 25, 2011

Statement Of Anthem Blue Cross and Blue Shield On SB 13 An Act Concerning Copayments for Drugs

Good afternoon, Senator Crisco, Representative Megna and members of the Insurance and Real Estate Committee. My name is Christine Cappiello and I am the Director of Government Relations for Anthem Blue Cross and Blue Shield in Connecticut. I am here today to speak against SB 13 An Act Concerning Copayments for Drugs

If passed, this legislation would hamstring a crucial instrument in keeping medical premiums in check. If co-pays are the same regardless of how they are obtained (i.e. mail order vs. pharmacy) a PBMs ability to drive quality and keep out-of-pocket costs low could harm members by reducing quality and increasing the cost of providing a prescription drug benefit, making coverage unaffordable for many employers and consumers. This is particularly true for people who are on maintenance drugs and take advantage of the mail order services if the co-pay is comparable or less expensive than retail pharmacies. Without PBMs, retail pharmacies would and do charge patients higher prices for prescription drug coverage – for thousands of Americans who currently have coverage.

Thank for the opportunity to speak to you about this legislation and welcome any questions you might have.